



## COMMUNICATION

## MHGB

Agenda

## City Manager's Office

Item No.:

mhgb3

### GENERAL INFORMATION—

Agenda Date: February 9, 2004  
056

Communication No.: 04-

Agenda Item Type: Resolution

Roll Call No:

Submitted by: Chris Johansen, Housing Services Director

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### SUBJECT—

**Sale of Public Housing Single-Family Unit, 1119 Amos, to Rodney L. Bales,**

### SYNOPSIS—

Resubmission for authorization to sell a public housing single-family unit to an eligible buyer in order to correct errors in documents from January 26, 2004, Roll Call 04-120.

### FISCAL IMPACT—

On January 26, 2004 the Municipal Housing Governing Board authorized the sale of 1119 Amos to Mr. Rodney Bales. A correction to the documents is being requested to reflect the Housing Services Department receiving approximately \$56,950 in revenue, rather than \$59,950 as communicated in Communication No. 04-037.

The revenue derived from the sale of the property goes into the Section 5(h) Operating Budget to cover program costs. The second mortgage in the amount of approximately \$28,050 is, by program guidelines, held in abeyance for seven (7) years. If the owner goes the full seven (7) year term, the second mortgage is forgiven.

**RECOMMENDATION—**

Approval

**BACKGROUND—**

The Department of Housing Services is a participant in the Section 5(h) Affordable Homeownership Program which was approved on May 30, 2000, by the United States Department of Housing and Urban Development. Under this program, single-family homes in the public housing inventory are sold to eligible buyers.

An eligible buyer has made application with Neighborhood Finance Corporation for a loan to purchase the Property.

The appraised price of the property is \$85,000. The projected loan amount is \$56,950 with a second mortgage in the amount of \$28,050.